

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1594 West North Temple - Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
Telephone: (801) 538-5291
Fax: (801) 359-3940

ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I. General Information

1. Report Time Period: From (mo./yr.) JAN 02 To (mo./yr.) DEC 02
2. DOGM File Number (Mine No): S 10031049
3. Mine Name: SIERRA STARLIGHT
4. Mineral(s) Mined (or permitted to mine): QUARTZITE
5. Type of mine ☒ Surface Mine or ☐ Underground Mine
6. Legal Description (Location of Lands Affected):
SE 1/4, NE 1/4, ___ 1/4, Section 21, Township 14N, Range 17W
NE 1/4, SE 1/4, ___ 1/4, Section 21, Township 11, Range 11
~~SE 1/4, NE 1/4, ___ 1/4, Section 21, Township 14N, Range 17W~~
7. Name of Operator or Company: EAST-WEST STONE
8. Permanent Street Address: 1450 S. 600 W.
City, State, Zip: OAKLEY, ID 83346
Phone: 208 862 3393 Fax: 208 862 3393
9. Company Representative (or designated operator):
Name: ERNIE R. HALE
Title: PRESIDENT
Business Address: 1450 S. 600 W.
City, State, Zip: OAKLEY, ID 83346
Phone: 208 862 3393 Fax: 208 862 3393
☒ Please check if any of the above information has changed since previous year.

II. Mining and Reclamation

1. Was there any mine related activity during the past year? Yes ☒ No ☒
2. If no - what was the last year of activity? 0
3. If yes - how much ore or mineral was mined? 0

RECEIVED

APR 28 2003

DIV. OF OIL, GAS & MINING

4. Briefly describe the type of work performed, volume of material moved, and any new or additional surface disturbances that occurred during the past year.

ALSO.
GOLD STAR STONE
REMOVED AND
UNDISCLOSED AMOUNT
OF LEDGESTONE

WORKED 3 DAYS DOING RECLAMATION.
CREW OF 4 WORKED ONE DAY, PRODUCED
APPROX 4 TON OF STONE WHICH WE WERE
NOT ALLOWED TO REMOVE. PICKETS SHUT US DOWN.

5. How much additional acreage was disturbed during the past year? APPROX 2.3 ACRES
6. How much acreage was reclaimed during the past year? APPROX 2-3 ACRES
7. Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.

RECLAIMED ROADS WITH EXCAVATOR } & RESEDED
" " NORTH END }
BROUGHT DISTURBANCE INTO 5 ACRE

8. What is the total disturbed acreage of entire project at years end? LESS THAN 5
9. Briefly summarize any mining and/or reclamation plans for the upcoming year.

IF FINANCING COMES THROUGH FROM JAPAN,
WILL PAY BOND AND PROCEED TO QUARRY
2-3 THOUSAND TONS

NOTE: Section III., "Additional Information" applies only to large mining operations.

III. Additional Information - R647-4-121.2 and .3

1. The operator shall include an updated map depicting surface disturbance and reclamation performed during the year, prepared in accordance with Rule R647-4-105.
2. The operator shall keep and maintain timely records relating to his performance under the Act, and shall make these records available to the Division upon request.

IV. Signature Requirement

I hereby certify that the foregoing is true and correct.

Name (Typed or Print):

ERNIE RAY HALE

Title of Operator:

PRESIDENT

Signature of Operator:

ER Hale

Date:

4-24-03